

LAKE ST. JOHN WATERWORKS DISTRICT

(A COMPONENT UNIT OF THE
CONCORDIA PARISH POLICE JURY)

FERRIDAY, LOUISIANA

ANNUAL FINANCIAL STATEMENTS

AS OF AND FOR THE YEARS ENDED
DECEMBER 31, 2009 AND 2008

WITH
INDEPENDENT AUDITOR'S REPORT

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 4/14/10



SILAS SIMMONS LLP

CERTIFIED PUBLIC ACCOUNTANTS *and* ADVISORS

LAKE ST. JOHN WATERWORKS DISTRICT

(A COMPONENT UNIT OF THE
CONCORDIA PARISH POLICE JURY)
FERRIDAY, LOUISIANA

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Lake St. John Waterworks District
Concordia Parish Police Jury
Ferryday, Louisiana

We have audited the accompanying basic financial statements of the Lake St. John Waterworks District, a component unit of the Concordia Parish Police Jury, as of and for the years ended December 31, 2009 and 2008, as listed in the foregoing table of contents. These financial statements are the responsibility of the Lake St. John Waterworks District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Lake St. John Waterworks District as of December 31, 2009 and 2008, and the results of its operations and the statement of cash flows for the years then ended in conformity with generally accepted accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report dated March 4, 2010, on our consideration of Lake St. John Waterworks District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grants, agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audits.

The Management's Discussion and Analysis on pages 3-5 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consist principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of the Lake St. John Waterworks District taken as a whole. The accompanying supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Silas Linnans, LLP

Natchez, Mississippi
March 4, 2010

MANAGEMENT'S DISCUSSION AND ANALYSIS

LAKE ST. JOHN WATERWORKS DISTRICT
(A COMPONENT UNIT OF THE CONCORDIA PARISH POLICE JURY)
FERRIDAY, LOUISIANA

MANAGEMENT'S DISCUSSION & ANALYSIS

YEARS ENDED DECEMBER 31, 2009 AND 2008

INTRODUCTION

The Management's Discussion and Analysis of the Lake St. John Waterworks District's financial performance presents a narrative overview and analysis of the District's financial activities for the years ended December 31, 2009 and 2008. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with the Lake St. John Waterworks District's financial statements.

The Lake St. John Waterworks District is located on Highway 569 near Ferriday, Louisiana in Concordia Parish. The District provides water to approximately 640 customers and is a component of the Concordia Parish Police Jury.

FINANCIAL HIGHLIGHTS

Assets exceed liabilities by \$510,136 and \$512,871 in 2009 and 2008.

Expenditures exceeded revenues by (\$2,735) in 2009 and revenues exceeded expenditures by \$14,017 in 2008.

The District had total plant and equipment of \$148,676 and \$157,309 in 2009 and 2008.

The District had payroll of \$85,579 and \$67,689 in 2009 and 2008.

OVERVIEW OF THE FINANCIAL STATEMENTS

The Lake St. John Waterworks District's financial statements are comprised of two components. These components are 1) fund financial statements, and 2) notes to the financial statements. This report also contains other supplementary information.

Fund Financial Statements

The basic financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private sector business.

The Statement of Net Assets presents the information on all of the District's assets and liabilities with the difference between the two reported as net assets. Over time, changes in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Revenues, Expenses and Changes in Net Assets presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal years.

Notes to the Financial Statements

The notes provide additional information to aid in a full understanding of the data provided in the financial statements. The notes are a required part of the financial statements.

Other Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information concerning the customers' statistics and compensation of the board members. This information is included for additional information and analysis and does not constitute a part of the audited financial statements.

LAKE ST. JOHN WATERWORKS DISTRICT
(A COMPONENT UNIT OF THE CONCORDIA PARISH POLICE JURY)
FERRIDAY, LOUISIANA

MANAGEMENT'S DISCUSSION & ANALYSIS

YEARS ENDED DECEMBER 31, 2009 AND 2008

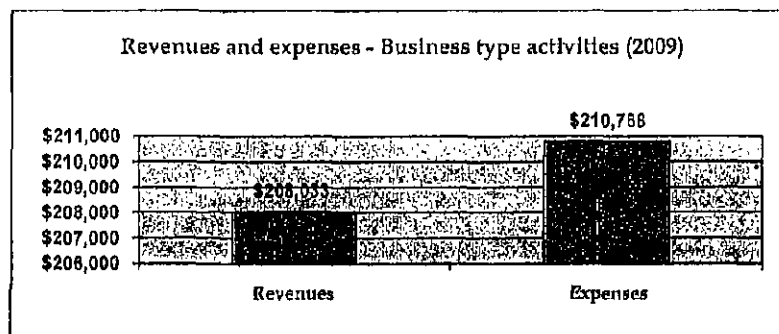
FUND FINANCIAL ANALYSIS

Net Assets for the periods ending December 31, 2009 and 2008

	2009	2008
Current assets	\$ 365,336	\$ 355,562
Restricted assets	20,645	18,425
Capital assets	148,676	157,309
Total assets	<u>\$ 534,657</u>	<u>\$ 531,296</u>
Liabilities		
Current liabilities	\$ 3,876	\$ -
Customer deposits	20,645	18,425
Total liabilities	<u>\$ 24,521</u>	<u>\$ 18,425</u>
Net assets		
Invested in capital assets	\$ 148,676	\$ 157,309
Unrestricted	361,460	355,562
Total net assets	<u>\$ 510,136</u>	<u>\$ 512,871</u>

The following is a summary of the statement of activities:

	2009	2008
Revenues		
Program revenues	\$ 194,788	\$ 176,187
Interest, memberships, and other	13,245	12,575
Total revenues	<u>\$ 208,033</u>	<u>\$ 188,762</u>
Operating expenses	<u>\$ 210,768</u>	<u>\$ 174,745</u>
Increase (decrease) in net assets	\$ (2,735)	\$ 14,017
Net assets at beginning of year	512,871	498,854
Net assets at end of year	<u>\$ 510,136</u>	<u>\$ 512,871</u>



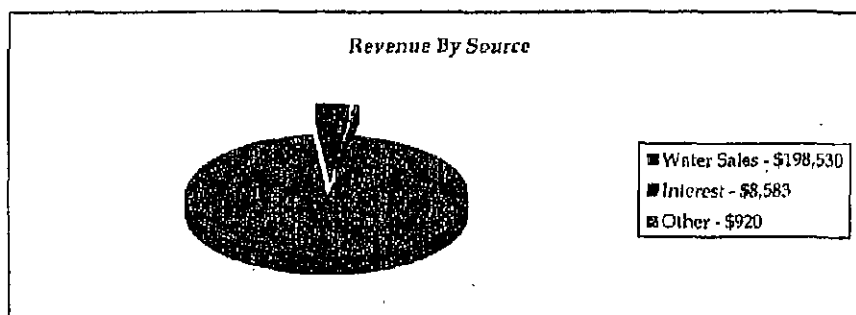
LAKE ST. JOHN WATERWORKS DISTRICT
(A COMPONENT UNIT OF THE CONCORDIA PARISH POLICE JURY)
FERRIDAY, LOUISIANA

MANAGEMENT'S DISCUSSION & ANALYSIS

YEARS ENDED DECEMBER 31, 2009 AND 2008

FUND FINANCIAL ANALYSIS (continued)

The following chart reflects the revenues by source for Lake St. John Waterworks District. The major sources of revenues are water sales, interest income, and other income.



CAPITAL ASSETS

Lake St. John Waterworks District's investment in capital assets as of December 31, 2009, was \$148,676 (net of accumulated depreciation). This investment in capital assets includes land, distribution systems, wells and storage tanks, water meters, and furniture, fixtures, and equipment. Additions to capital assets in 2009 were:

Well manifold assembly	\$ 19,100
Surge protector	<u>1,112</u>
Total	<u>\$ 20,212</u>

ECONOMIC FACTORS AND NEXT YEAR'S RATES

The District had 640 active customers at December 31, 2009. Rates are expected to remain at current levels next year.

The District prepares and submits a budget to the Board of Commissioners.

REQUEST FOR INFORMATION

The financial report is designed to provide a general overview of the District's finances for those with an interest. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Lake St. John Waterworks District, 1185 Highway 569, Ferriday, LA 71334.

BASIC FINANCIAL STATEMENTS

LAKE ST. JOHN WATERWORKS DISTRICT
 (A COMPONENT UNIT OF THE CONCORDIA PARISH POLICE JURY)
 STATEMENTS OF NET ASSETS
 DECEMBER 31, 2009 AND 2008

ASSETS	2009	2008
Current assets		
Cash and cash equivalents	\$ 331,923	\$ 324,001
Accounts receivable, net of allowance	14,791	15,041
Accrued interest receivable	3,061	2,983
Inventory, at cost	10,030	10,336
Prepaid expenses	5,531	3,201
Total current assets	<u>\$ 365,336</u>	<u>\$ 355,562</u>
Restricted assets		
Meter deposits	\$ 20,645	\$ 18,425
Total restricted assets	<u>\$ 20,645</u>	<u>\$ 18,425</u>
Property, plant, and equipment		
Plant and equipment, at cost, net of allowance of accumulated depreciation	148,676	157,309
Total plant and equipment	<u>\$ 148,676</u>	<u>\$ 157,309</u>
Total assets	<u><u>\$ 534,657</u></u>	<u><u>\$ 531,296</u></u>
 LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable (payable from current assets)	\$ 3,876	\$ -
Customer deposits (payable from restricted assets)	20,645	18,425
Total current liabilities	<u>\$ 24,521</u>	<u>\$ 18,425</u>
Net assets		
Investment in capital assets	\$ 148,676	\$ 157,309
Unrestricted net assets	361,460	355,562
Total net assets	<u><u>\$ 510,136</u></u>	<u><u>\$ 512,871</u></u>

The accompanying notes are an integral part of these financial statements.

LAKE ST. JOHN WATERWORKS DISTRICT
 (A COMPONENT UNIT OF THE CONCORDIA PARISH POLICE JURY)
 STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
 FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

	2009	2008
OPERATING REVENUES:		
Water sales:		
Water sales	\$ 194,788	\$ 172,292
Installation and service charges	1,100	717
Penalties	2,642	3,178
Other income	820	383
Total operating revenues	<u>\$ 199,350</u>	<u>\$ 176,570</u>
OPERATING EXPENSES:		
Water operations:		
Salaries	\$ 85,579	\$ 67,689
Depreciation	28,845	22,008
Accounting	7,748	4,915
Auto expense	9,770	9,076
Bad debts	-	278
Chemicals	3,593	4,102
Computer	746	2,555
Cost of services	4,311	3,856
Insurance	16,352	16,732
Miscellaneous	1,647	3,610
Office supplies	2,609	2,901
Per diem	960	760
Postage and supplies	2,488	2,616
Repairs and maintenance	27,680	14,740
Taxes	7,366	5,973
Utilities	11,074	12,934
Total expenses	<u>\$ 210,768</u>	<u>\$ 174,745</u>
OPERATING (LOSS) INCOME	<u>\$ (11,418)</u>	<u>\$ 1,825</u>
OTHER REVENUE		
Interest income	\$ 8,583	\$ 12,042
Memberships	100	150
Total nonoperating revenues	<u>\$ 8,683</u>	<u>\$ 12,192</u>
CHANGE IN NET ASSETS	<u>\$ (2,735)</u>	<u>\$ 14,017</u>
NET ASSETS, BEGINNING OF YEAR	<u>\$ 512,871</u>	<u>\$ 498,854</u>
NET ASSETS, END OF YEAR	<u><u>\$ 510,136</u></u>	<u><u>\$ 512,871</u></u>

The accompanying notes are an integral part of these financial statements.

LAKE ST. JOHN WATERWORKS DISTRICT
 (A COMPONENT UNIT OF THE CONCORDIA PARISH POLICE JURY)
 STATEMENTS OF CASH FLOWS
 FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

	2009	2008
Cash flows from operating activities		
Cash flows from customers	\$ 201,920	\$ 173,743
Cash payments to suppliers for goods and services	(94,492)	(95,117)
Cash payments for services	(85,579)	(67,689)
Net cash provided by operating activities	<u>\$ 21,849</u>	<u>\$ 10,937</u>
Cash flows from investing activities		
Interest received	\$ 8,505	\$ 11,001
Net cash provided by investing activities	<u>\$ 8,505</u>	<u>\$ 11,001</u>
Cash flows from capital and related financing activities		
Fixed assets acquired	\$ (20,212)	\$ (49,765)
Net cash used for capital and related financing activities	<u>\$ (20,212)</u>	<u>\$ (49,765)</u>
Net increase (decrease) in cash and cash equivalents	\$ 10,142	\$ (27,827)
Cash and cash equivalents at beginning of year	<u>342,426</u>	<u>370,253</u>
Cash and cash equivalents at end of year	<u><u>\$ 352,568</u></u>	<u><u>\$ 342,426</u></u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating (loss) income	\$ (11,418)	\$ 1,825
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	28,845	22,008
(Increase) decrease in accounts receivable	250	(3,627)
Increase in customer deposits	2,220	650
Increase in membership fees	100	150
(Increase) decrease in prepaid expenses	(2,330)	2,410
(Increase) decrease in inventory	306	(4,860)
Increase (decrease) in accounts payable	3,876	(7,619)
Net cash provided by operating activities	<u><u>\$ 21,849</u></u>	<u><u>\$ 10,937</u></u>

The accompanying notes are an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

**LAKE ST. JOHN WATERWORKS DISTRICT
(A COMPONENT UNIT OF THE CONCORDIA PARISH POLICE JURY)
FERRIDAY, LOUISIANA**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2009 AND 2008

INTRODUCTION

The Lake St. John Waterworks District (the District) was created by ordinance of the Concordia Parish Police Jury in 1967. The purpose of the District is to process and distribute water in the Lake St. John area. The District is governed by five commissioners appointed by the Concordia Parish Police Jury. The commissioners serve five year terms which expire on a rotating basis. The District is located in an area including Lake St. John and Lake Concordia in East Central Louisiana. The District has approximately 640 customers. The District has one full-time and three part-time employees.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Lake St. John Waterworks District, a component unit of Concordia Parish Police Jury, is presented to assist in understanding the District's financial statements. The financial statements and notes are representations of the management who are responsible for their integrity and objectivity.

A. Financial Statement Presentation

The accompanying component unit financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

B. Reporting Entity

The District is a component unit of the Concordia Parish Police Jury, the financial reporting entity. The police jury is financially accountable for the District because it appoints a voting majority of the board and has the ability to impose its will on them.

The accompanying financial statements present information only on the funds maintained by the District and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

C. Fund Accounting

The Lake St. John Waterworks District is organized and operated on a fund basis whereby a self-balancing set of accounts (Enterprise Fund) is maintained that comprises its assets, liabilities, fund equity, revenues, and expenses. The operations are financed and operated in a manner similar to a private business enterprise, where the intent of the governing body is that the cost (expenses, including depreciation) of providing services on a continuing basis be financed or recovered primarily through user charges.

LAKE ST. JOHN WATERWORKS DISTRICT
(A COMPONENT UNIT OF THE CONCORDIA PARISH POLICE JURY)
FERRIDAY, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2009 AND 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Enterprise Fund is accounted for on a flow of economic resources measurement focus and a determination of net income and capital maintenance. With this measurement focus, all assets and all liabilities associated with the operation of this fund is included on the balance sheet. The Enterprise Fund uses the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized at the time liabilities are incurred.

E. Cash and Cash Equivalents

Cash includes amounts in demand deposits, interest-bearing demand deposits, and time deposits. For example, cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the District may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

F. Inventories

Inventories consist of supplies and are recorded as an expense when consumed. Inventories are valued at the lower of cost (first-in, first-out; last-in, first-out; etc.) or market.

G. Prepaid Expenses

Payments made to vendors that will benefit beyond the current calendar year are recorded as prepaid expenses. Prepaid expenses consist primarily of prepaid insurance premiums.

H. Plant and Equipment

Fixed assets of the District are included on the balance sheet of the fund. Depreciation of all exhaustible fixed assets is charged as an expense against operations. Fixed assets reported on the balance sheet are net of accumulated depreciation. Depreciation is computed using the straight line method over the estimated useful lives of 5 to 50 years.

I. Bad Debts

Bad debts are collectable amounts of customer utility receivables.

J. Comparative Data

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the financial position of the District.

K. Accumulated Unpaid Sick Pay and Unpaid Vacation

The District has no policy concerning accumulated unpaid sick pay and vacation time. The sick pay policy is you may be paid when you are sick, but there is no accrual for sick time. The policy concerning vacation is you receive one week paid vacation time after one year in service and two weeks paid vacation after ten years of service.

LAKE ST. JOHN WATERWORKS DISTRICT
(A COMPONENT UNIT OF THE CONCORDIA PARISH POLICE JURY)
FERRIDAY, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2009 AND 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

L. Uses of Estimates

The preparation of financial statements in conformity with United States generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenues and expenses during the current period. Actual results could differ from those estimates.

NOTE 2 - CASH AND CASH EQUIVALENTS

At December 31, 2009, the District had cash and cash equivalents (book balances) totaling \$352,568 as follows:

Demand deposits	\$ 25,708
Time deposits	326,736
Cash on hand	<u>124</u>
Total	<u>\$ 352,568</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

At December 31, 2009, the District's total deposits with financial institutions (collected bank balances) was \$352,444. These deposits are secured from risk by \$500,000 of federal deposit insurance.

NOTE 3 - ACCOUNTS RECEIVABLE

The following is a summary of accounts receivable at December 31, 2009 and 2008:

	<u>2009</u>	<u>2008</u>
Customers' utilities	\$ 14,791	\$ 15,041
Allowance for bad debts	<u>-</u>	<u>-</u>
Total	<u>\$ 14,791</u>	<u>\$ 15,041</u>

NOTE 4 - RESTRICTED ASSETS

Certain cash accounts are restricted for customer deposits. The amount restricted was \$20,645 and \$18,425 at December 31, 2009 and 2008, respectively.

LAKE ST. JOHN WATERWORKS DISTRICT
(A COMPONENT UNIT OF THE CONCORDIA PARISH POLICE JURY)
FERRIDAY, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2009 AND 2008

NOTE 5 - PLANT AND EQUIPMENT

A summary of plant and equipment at December 31, 2009, is as follows:

	Beginning Balance 1/1/2009	Increase	Decrease	Ending Balance 12/31/2009
Capital assets, not being depreciated				
Land	\$ 2,820	\$ -	\$ -	\$ 2,820
Capital assets being depreciated				
Furniture and fixtures	\$ 10,325	\$ -	\$ -	\$ 10,325
Distribution system, tanks, and meters	480,053	20,212	-	500,265
Equipment	4,101	-	-	4,101
Water well	59,182	-	-	59,182
Total capital assets being depreciated	\$ 553,661	\$ 20,212	\$ -	\$ 573,873
Less accumulated depreciation	\$ (399,172)	\$ (28,845)	\$ -	\$ (428,017)
Total capital assets being depreciated, net	\$ 154,489	\$ (8,633)	\$ -	\$ 145,856
Total capital assets, net	\$ 157,309	\$ (8,633)	\$ -	\$ 148,676

A summary of plant and equipment at December 31, 2008, is as follows:

	Beginning Balance 1/1/2008	Increase	Decrease	Ending Balance 12/31/2008
Capital assets, not being depreciated				
Land	\$ 2,820	\$ -	\$ -	\$ 2,820
Capital assets being depreciated				
Furniture and fixtures	\$ 5,711	\$ 4,614	\$ -	\$ 10,325
Distribution system, tanks, and meters	434,902	45,151	-	480,053
Equipment	4,101	-	-	4,101
Water well	59,182	-	-	59,182
Total capital assets being depreciated	\$ 503,896	\$ 49,765	\$ -	\$ 553,661
Less accumulated depreciation	\$ (377,164)	\$ (22,008)	\$ -	\$ (399,172)
Total assets being depreciated, net	\$ 126,732	\$ 27,757	\$ -	\$ 154,489
Total capital assets	\$ 129,552	\$ 27,757	\$ -	\$ 157,309

**LAKE ST. JOHN WATERWORKS DISTRICT
(A COMPONENT UNIT OF THE CONCORDIA PARISH POLICE JURY)
FERRIDAY, LOUISIANA**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2009 AND 2008

NOTE 6 - RETIREMENT COMMITMENTS

The District's employees are all members of the social security system and are members of no other retirement plan. The expense of the social security is reflected in payroll taxes account in the statement of revenues and expenses.

NOTE 7 - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

The District does not accrue unpaid vacation pay on its financial statements and does not allow the carryover of unused vacation pay from one year to the next. The District has no policy for accrued vacation pay for terminated employees.

NOTE 8 - RISK MANAGEMENT

The District is exposed to certain risks of losses such as property damage, liability issues, and other potential losses that may occur. The District minimizes its losses by purchase of commercial insurance. The District's exposure over the amount of insurance is considered to be immaterial.

NOTE 9 - BUDGET AND BUDGETARY ACCOUNTING

The District's manager prepares the proposed budget and submits it to the Board of Commissioners. The Board of Commissioners adopts the budget. Louisiana law does not require public participation in the budget process for political subdivisions with proposed expenditures of less than \$250,000. The District's budget for year 2009 and 2008, was \$175,000 in revenues and \$175,000 in expenditures.

SUPPLEMENTARY INFORMATION

LAKE ST. JOHN WATERWORKS DISTRICT
(A COMPONENT UNIT OF THE CONCORDIA PARISH POLICE JURY)
FERRIDAY, LOUISIANA

SUPPLEMENTARY INFORMATION SCHEDULES

DECEMBER 31, 2009

SCHEDULE OF COMPENSATION PAID TO BOARD MEMBERS

A schedule of compensation paid to board members is presented below, in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature.

William Coleman, President	\$	160
Paul Ferring, Vice President		200
Hal Wilson, Secretary		200
Gertrude Barber, Director		200
Jackie Hickman, Director		<u>200</u>
Total	\$	<u>960</u>

INTERNAL CONTROL AND COMPLIANCE REPORTS



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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors
Lake St. John Waterworks District
Ferryday, Louisiana

We have audited the financial statements of the Lake St. John Waterworks District, a component unit of the Concordia Parish Police Jury, as of and for the years ended December 31, 2009 and 2008, and have issued our report thereon dated March 4, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Lake St. John Waterworks District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Lake St. John Waterworks District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Lake St. John Waterworks District's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affect the Lake St. John Waterworks District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Lake St. John Waterworks District's financial statements that is more than inconsequential will not be prevented or detected by the Lake St. John Waterworks District's internal control. We consider the deficiency described below to be a significant deficiency in internal control over financial reporting. The finding we describe in the accompanying current year findings is referenced number 2009-1.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that the significant deficiency described above is not a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Lake St. John Waterworks District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an object of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

This report is intended for the information and use of management of the Lake St. John Waterworks District and the Legislative Auditor of the State of Louisiana. However, this report is a matter of public record and its distribution is not limited.

Silas Simmons, LLP

Natchez, Mississippi
March 4, 2010

LAKE ST. JOHN WATERWORKS DISTRICT
(A COMPONENT UNIT OF THE CONCORDIA PARISH POLICE JURY)
FERRIDAY, LOUISIANA

SUPPLEMENTARY INFORMATION SCHEDULES

DECEMBER 31, 2009 AND 2008

STATUS OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2008

<u>Ref. No.</u>	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description of Finding</u>	<u>Corrective Action Taken (Yes, No, Partially)</u>	<u>Name of Contact Person</u>	<u>Planned Corrective Action/Partial Corrective Action Taken</u>
Section I - Internal Control and Compliance Material to the Financial Statements:					
2008-1	Numerous	We noted the District does not have adequate segregation of duties. This finding has been reported as a reportable condition other than a material weakness for many years.	No	Ruby Andrus	Management indicates that it is not cost efficient or feasible to increase the number of employees and had no plans to do so.

Section II - Internal Control and Compliance Material to Federal Awards:

None

Section III - Management Letter:

None

LAKE ST. JOHN WATERWORKS DISTRICT
(A COMPONENT UNIT OF THE CONCORDIA PARISH POLICE JURY)
FERRIDAY, LOUISIANA

SUPPLEMENTARY INFORMATION SCHEDULES

DECEMBER 31, 2009 AND 2008

CURRENT YEAR FINDINGS, RECOMMENDATIONS, AND
CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED DECEMBER 31, 2009

<u>Ref. No.</u>	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description of Finding</u>	<u>Corrective Action Taken (Yes, No, Partially)</u>	<u>Name of Contact Person</u>	<u>Planned Corrective Action/Partial Corrective Action Taken</u>
Section I - Internal Control and Compliance Material to the Financial Statements:					
2009-1	Numerous	We noted the District does not have adequate segregation of duties. This finding has been reported as a reportable condition other than a material weakness for many years.	No	Ruby Andrus	Management indicates that it is not cost efficient or feasible to increase the number of employees and had no plans to do so.

Section II - Internal Control and Compliance Material to Federal Awards:

None

Section III - Management Letter:

None